



Corroon & Black

INSURANCE - SURETY BONDS

Rth Maw
File ACT/045/010
AK-DAD

December 19, 1979

State of Utah
Department of Natural Resources
Division of Oil, Gas, and Mining
1588 West North Temple
Salt Lake City, UT 84116

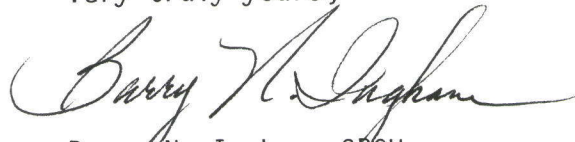
RE: F. G. McFARLAND & SIDNEY R.
HULLINGER DBA McFARLAND &
HULLINGER - THE MINED LANDS
RECLAMATION ACT BOND #CA71146-59

Gentlemen:

I am pleased to enclose the above-captioned Mined Lands Reclamation Act Bond which has been executed on behalf of F. G. McFarland & Sidney R. Hullinger dba McFarland & Hullinger.

I trust you will find the bond to be in order; and should you have any questions in regard to this bond, please do not hesitate to contact our office.

Very truly yours,


Barry N. Ingham, CPCU

BNI/je

Enc.

cc: McFarland & Hullinger
Att: Dick Wicker

RECEIVED

DEC 20 1979

DIVISION OF
OIL, GAS & MINING

**AFFIDAVIT OF QUALIFICATION
FOR SURETY COMPANIES**

STATE OF UTAH }
COUNTY OF SALT LAKE } SS

BARRY N. INGHAM BEING FIRST DULY SWORN, ON OATH DE-
POSES AND SAYS THAT HE IS THE ATTORNEY-IN-FACT OF SAID COMPANY,
(OFFICER OR AGENT)
AND THAT HE IS DULY AUTHORIZED TO EXECUTE AND DELIVER THE
FOREGOING OBLIGATIONS: THAT SAID COMPANY IS AUTHORIZED TO EXE-
CUTE THE SAME AND HAS COMPLIED IN ALL RESPECTS WITH THE LAWS OF
UTAH IN REFERENCE TO BECOMING SOLE SURETY UPON BONDS, UNDER-
TAKINGS AND OBLIGATIONS.

SUBSCRIBED AND SWORN TO BE-
FORE ME, THIS 17th DAY OF
DECEMBER, A.D., 19 79


(SIGNATURE OF OFFICER OR AGENT)


(SIGNATURE OF NOTARY PUBLIC)
(SEAL)
MY COMMISSION EXPIRES:

SALT LAKE CITY, UTAH
(RESIDENCE)

(SURETY SEAL)

8/25/81

(THIS FORM REQUIRED TO BE FILLED
OUT BY SECTION 31-24-3, UCA 1953)

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS, that the COMMERCIAL UNION INSURANCE COMPANY, a corporation duly organized and existing under the laws of the Commonwealth of Massachusetts, and having its principal office in the City of Boston, Mass., hath made, constituted and appointed, and does by these presents make and constitute and appoint Lynn A. Anderson, Earl D. Brown, Dale A. Gill, Barry N. Ingham, Evan J. Pearson, Patricia M. Price and Joseph F. Ringholz all of Salt Lake City, Utah.

and each of them its true and lawful Attorney-in-Fact, to make, execute, seal and deliver for and on its behalf as surety any and all bonds or undertakings

and the execution of such bonds or undertakings in pursuance of these presents, shall be binding upon said Company as fully and amply, to all intents and purposes, as if such bonds were signed by the President, sealed with the corporate seal of the Company, and duly attested by its Secretary, hereby ratifying and confirming all the acts of said Attorney-in-Fact pursuant to the power herein given. This Power of Attorney is made and executed pursuant to and by authority of the following resolutions adopted by the Board of Directors of the COMMERCIAL UNION INSURANCE COMPANY at a meeting duly called and held on the twenty-seventh day of July, 1972:

Resolved, That the President, or any Vice-President, or any Assistant Vice President, may execute for and in behalf of the company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, the same to be attested when necessary and the seal of the company affixed thereto by the Secretary, or any Assistant Secretary; and that the President, or any Vice President, or Assistant Vice President, may appoint and authorize an Attorney-in-Fact to execute on behalf of the company any and all such instruments and to affix the seal of the company thereto; and that the President, or any Vice-President, or any Assistant Vice-President, may at any time remove any such Attorney-in-Fact and revoke all power and authority given to any such Attorney-in-Fact.

Resolved: That Attorneys-in-Fact may be given full power and authority to execute for and in the name and on behalf of the company any and all bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and any such instrument executed by any such Attorney-in-Fact shall be as binding upon the company as if signed by the President and sealed and attested by the Secretary, and, further, Attorneys-in-Fact are hereby authorized to verify any affidavit required to be attached to bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and are also authorized and empowered to certify to a copy of any of the by-laws of the company as well as any resolution of the Directors having to do with the execution of bonds, recognizances, contracts of indemnity, and all other writings obligatory in the nature thereof, and to certify copies of the Power of Attorney or with regard to the powers of any of the officers of the company or of Attorneys-in-Fact.

This power of attorney is signed and sealed by facsimile under the authority of the following Resolution adopted by the Directors of the COMMERCIAL UNION INSURANCE COMPANY at a meeting duly called and held on the twenty-seventh day of July, 1972:

"Resolved: That the signature of the President, or any Vice-President, or any Assistant Vice President, and the signature of the Secretary or any Assistant Secretary and the Company Seal may be affixed by facsimile to any power of attorney or to any certificate relating thereto appointing Attorneys-in-Fact for purposes only of executing and attesting any bond, undertaking, recognizance or other written obligation in the nature thereof, and any such signature and seal where so used, being hereby adopted by the company as the original signature of such officer and the original seal of the company, to be valid and binding upon the company with the same force and effect as though manually affixed."

IN WITNESS WHEREOF, the COMMERCIAL UNION INSURANCE COMPANY, has caused these presents to be signed by its Assistant Vice-President and its corporate seal to be hereto affixed, by its Secretary this 24th day of August 1979



Attest:

Raymond M. Defossez

Raymond M. Defossez — Secretary

COMMONWEALTH OF MASSACHUSETTS
COUNTY OF SUFFOLK SS.

COMMERCIAL UNION INSURANCE COMPANY

By

Robert J. Spencer
Robert J. Spencer — Assistant Vice-President

On this 24th day of August 1979, before me personally came Robert J. Spencer, Assistant Vice-President, and Raymond M. Defossez, Secretary of the COMMERCIAL UNION INSURANCE COMPANY to me personally known to be the individuals and officers described in and who executed the preceding instrument, and they acknowledged the execution of the same, and being by me duly sworn, severally and each for himself depose and sayeth, that they are the said officers of the Company aforesaid, and that the seal affixed to the preceding instrument is the corporate seal of said Company and that the said corporate seal and their signatures as such officers were duly affixed and subscribed to the said instrument by the authority and direction of the said Company.



Sandra Wischow
Sandra Wischow — Notary Public
(My Commission expires August 2, 1985)

CERTIFICATE

I, the undersigned, Assistant Secretary of the COMMERCIAL UNION INSURANCE COMPANY, a Massachusetts Corporation, do hereby certify that the foregoing power of attorney is in full force and has not been revoked; and furthermore, that the Resolutions of the Board of Directors set forth in the power of attorney are now in force.

Signed and sealed at the City of Boston. Dated this 17th

day of DECEMBER 1979



Andrejs J. Grots
Andrejs J. Grots — Assistant Secretary

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS, AND MINING
1588 West North Temple
Salt Lake City, Utah 84116

THE MINED LANDS RECLAMATION ACT

BOND

KNOW ALL MEN BY THESE PRESENCE, that the undersigned F. G. MC FARLAND & SIDNEY R. HULLINGER DBA
MC FARLAND & HULLINGER as principal, and COMMERCIAL UNION INSURANCE COMPANY as
surety, are held and firmly bound unto the State of Utah, Division of Oil, Gas,
and Mining, in the penal sum of SEVENTEEN THOUSAND AND NO/100 dollars (\$ 17,000.)
for the payment of which sum, will and truly be made, we hereby jointly and
severally bind ourselves, our heirs, administrators, executors, successors, and
assigns.

THE CONDITION OF THE ABOVE OBLIGATION IS SUCH that whereas the above
named principal did on the 17th day of DECEMBER 1979, file with the
Division of Oil, Gas, and Mining a "Notice of Intention to Commence Mining
Operations" and a "Mining and Reclamation Plan", to secure authorization to en-
gage in mining operations in the State of Utah, under the terms and provisions
of the Mined Land Reclamation Act; that in said Notice the principal estimated
that TEN acres of land will be affected by mining. Said land is de-
scribed as follows in Exhibit "A" attached hereto.

NOW, if the said principal shall satisfactorily reclaim the above men-
tioned lands affected by mining by said principal in accordance with the Mining
and Reclamation Plan and shall faithfully perform all requirements of the Mined
Land Reclamation Act, and comply with the Rules and Regulations adopted in ac-
cordance therewith, then this obligation shall be void; otherwise it shall re-
main in full force and effect until the reclamation is completed as outlined in
the approved Mining and Reclamation Plan.

If the said approved plan provides for reclamation of the land affected
on a piecemeal or cyclic basis, and said land is reclaimed in accordance with
such plan, then this bond may be reduced periodically.

In the converse, if the said plan provides for a gradual increase in
the area of the land affected or increased reclamation work, then this bond may
accordingly be increased with the written approval of the surety company.

NOTE: Where one signs by virtue of Power of Attorney for a surety
company, such Power of Attorney must be filed with this bond. If the principal
is a corporation, the bond shall be executed by its duly authorized officers with
the seal of the corporation affixed.

F. G. MC FARLAND & SIDNEY R. HULLINGER
DBA MC FARLAND & HULLINGER

Principal (Company)

Date: 12-18-79

By: F. G. McFarland - PARTNER
Company Official - position

COMMERCIAL UNION INSURANCE COMPANY

Surety (Company)

Date: 12/17/79

By: Barry N. Ingham
Official of Surety - Position
ATTORNEY IN FACT
BARRY N. INGHAM